

## DECISION MEMORANDUM

**TO: COMMISSIONER KJELLANDER  
COMMISSIONER RAPER  
COMMISSIONER ANDERSON  
COMMISSION SECRETARY  
COMMISSION STAFF  
LEGAL**

**FROM: DAYN HARDIE  
DEPUTY ATTORNEY GENERAL**

**DATE: MARCH 31, 2021**

**SUBJECT: IDAHO POWER’S APPLICATION FOR AUTHORITY TO IMPLEMENT  
FIXED COST ADJUSTMENT RATES FOR ELECTRIC SERVICE FROM  
JUNE 1, 2021, THROUGH MAY 31, 2022; CASE NO. IPC-E-21-03.**

On March 15, 2021, Idaho Power Company (“Company”) applied to implement new Fixed Cost Adjustment (“FCA”) rates for electric service from June 1, 2021 through May 31, 2022, and a corresponding revised tariff Schedule 54—Fixed Cost Adjustment—to recover the 2020 FCA balance. The Company requests the new rates and the updated Schedule 54 take effect on June 1, 2021 and remain in effect through May 31, 2022. The Company requests its Application be processed by Modified Procedure.

### THE APPLICATION

The Company states the FCA is designed to remove the financial disincentive for it to invest in demand-side management resources and energy efficiency activities. *Application* at 2. The Company states the 2020 FCA balance is \$38,315,499, made up of \$36,706,200 for the Residential class and \$1,609,299 for the Small General Service class. *Id.* at 5. The Company requests an increase to FCA rates of 0.7008 cents per kilowatt hour (“kWh”) for the Residential class and 0.8864 cents per kWh for the Small General Service class. *Id.* This would result in an annual increase of 0.38% for the affected customer classes. *Id.* The Company states that a typical residential customer would see an increase of approximately \$0.37 on their monthly bill if the Application is approved in full. *Id.* at 1.

### **STAFF RECOMMENDATION**

Staff recommends the Commission issue a Notice of Application and Notice of Modified Procedure and set a May 11, 2021 public comment deadline and a May 19, 2021 Company reply comment deadline.

### **COMMISSION DECISION**

Does the Commission wish to issue a Notice of Application and Notice of Modified Procedure and set a May 11, 2021 public comment deadline and a May 19, 2021 Company reply comment deadline?



Dayn Hardie  
Deputy Attorney General

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